



ARMY ACQUISITION REFORM



Issue 37

27 September 1996

ARMY SAVES OVER \$8 BILLION

Army managers employed a full range of strategies and initiatives to achieve cost reductions of \$8.7 billion. The cost reductions, which include both savings and cost avoidances, resulted from acquisition reform and streamlining initiatives. These reductions cover entire program periods, both within and beyond the POM years.

SYSTEMS - \$8.284B

OTHER - \$0.387B

ACAT IC/ID

\$6.1B

(21 SYSTEMS)

ACAT IAM

\$0.191B

1 SYSTEM (RCAS)

**NON - ACAT I
PEO MANAGED**

\$1.740B

(33 SYSTEMS)

AMC MANAGED

\$0.253B

(13 SYSTEMS)

CONTRACTING

\$184M

- **WORKLOAD BENCHMARKS** ***\$140M***
- **CREDIT CARD USAGE** ***\$ 21M***
- **OFFICE CONSOLIDATIONS** ***\$ 23M***

TEST COST REDUCTIONS

\$156M

MODELING & SIMULATION

\$ 37M

ELECTRONIC COMMERCE

\$ 10M